

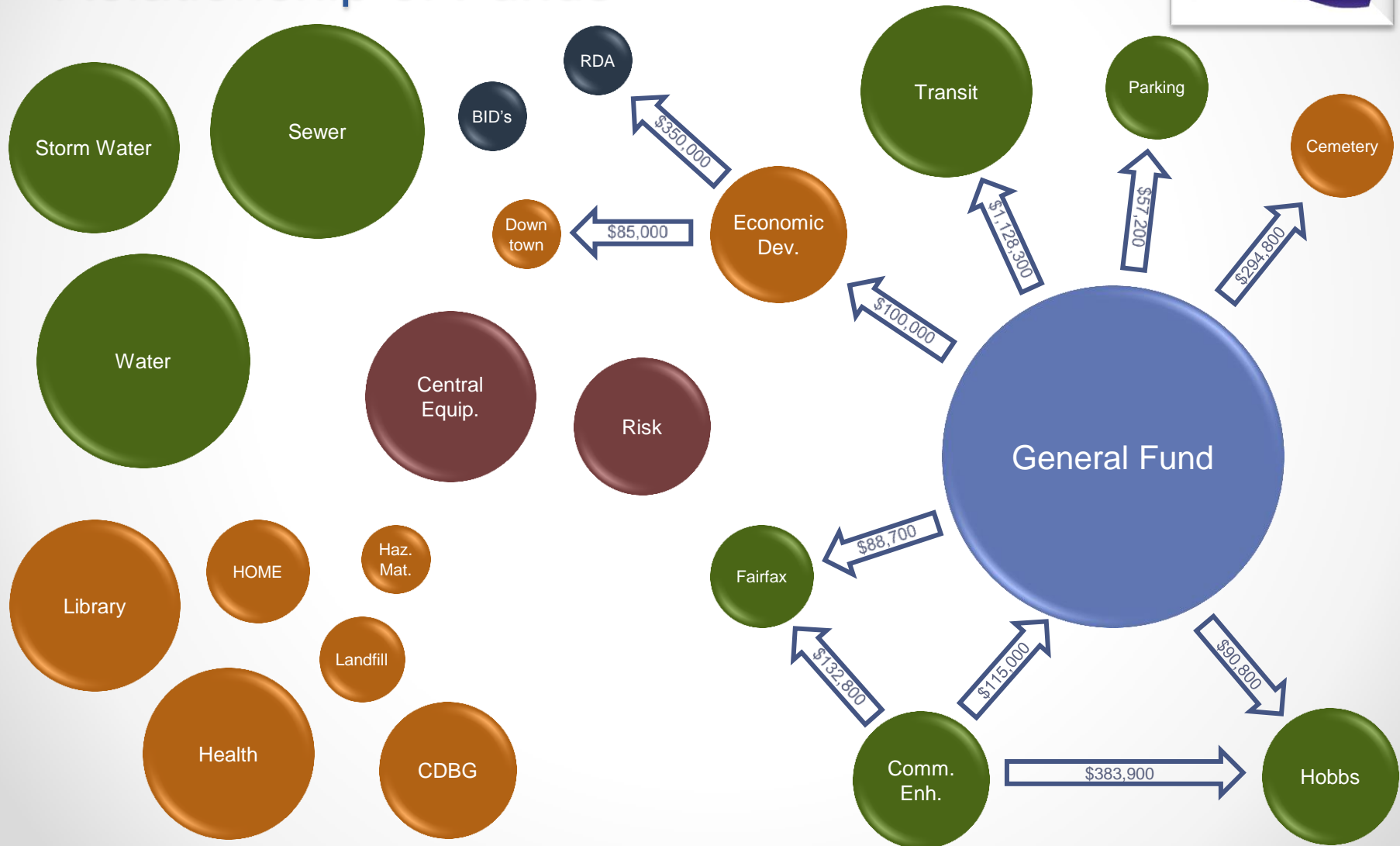


2017 Operating Budget Planning

City of Eau Claire
City Council Work Session

2017 Operating Budget

Relationship of Funds



2017 Operating Budget

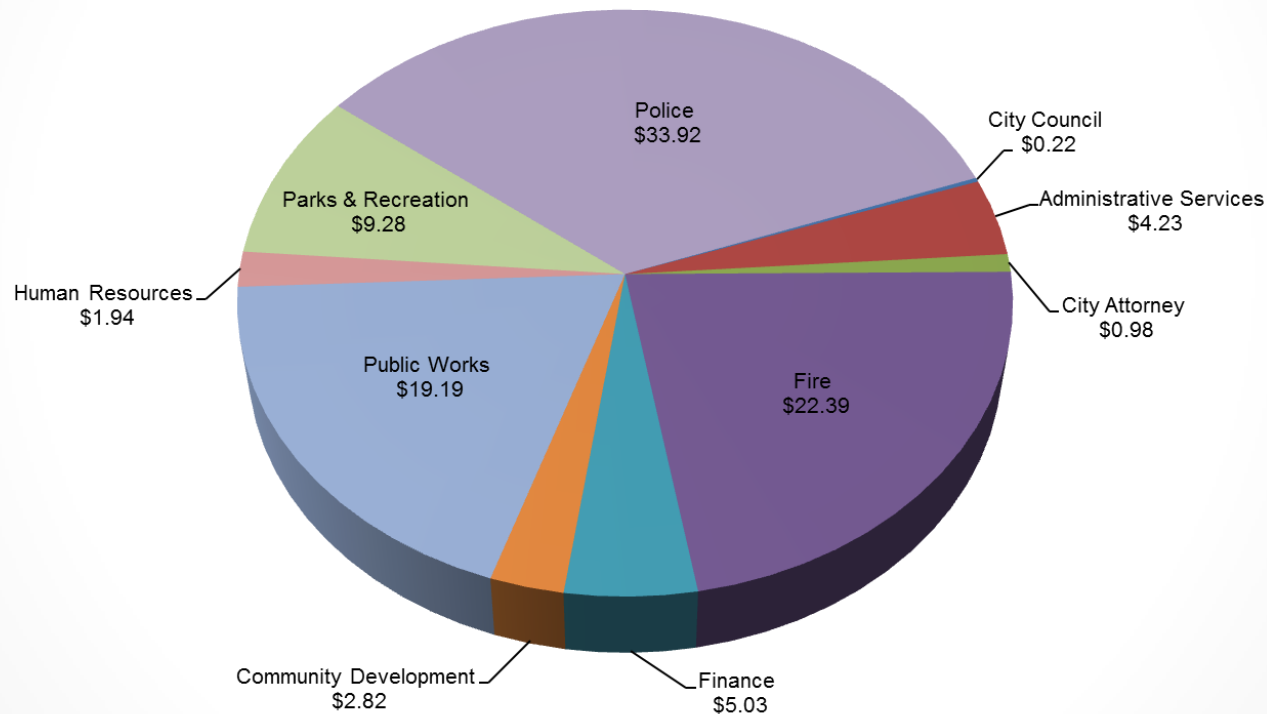
Historical Perspective



						10-Year Change	
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>Amount</u>	<u>%</u>
60 - PERSONNEL	36,628,500	36,666,900	37,429,000	37,529,700	38,160,500	598,180	1.9%
61 - CONTRACTUAL SERVICES	6,839,600	6,445,800	6,595,100	6,703,400	6,874,400	190,940	3.8%
62 - UTILITIES	1,415,600	1,306,900	1,178,300	1,178,700	1,232,300	8,080	1.2%
63 - FIXED CHARGES	645,800	598,400	629,300	627,800	648,900	(30,740)	-0.7%
64 - SUPPLIES	1,326,200	1,514,800	1,559,800	1,542,400	1,592,200	29,560	2.4%
67 - CONTRIB & OTHER PMT	<u>227,900</u>	<u>210,000</u>	<u>179,800</u>	<u>180,300</u>	<u>186,800</u>	<u>(12,090)</u>	<u>-4.7%</u>
	47,085,611	46,744,812	47,573,313	47,764,314	48,697,115	783,930	2.0%
70 - OTHER FINANCING USES	<u>6,721,500</u>	<u>7,387,100</u>	<u>7,489,500</u>	<u>8,689,700</u>	<u>9,081,400</u>	<u>497,920</u>	<u>9.5%</u>
	53,807,111	54,131,912	55,062,813	56,454,014	57,778,515	1,281,850	2.8%
40 - TAXES	31,596,300	33,048,000	33,630,000	35,716,000	36,701,300	12,586,100	4.8%
41 - INTERGOVTAL REVENUE	12,436,200	11,185,500	11,214,500	11,392,200	11,591,500	(804,200)	-0.7%
42 - LICENSES & PERMITS	1,418,800	1,495,100	1,550,300	1,621,500	1,583,900	137,600	1.2%
43 - FINES & FORFEITURES	793,000	769,000	794,000	704,000	692,300	(32,700)	-0.4%
44 - CHARGES FOR SERVICES	3,249,900	3,473,400	3,687,300	3,604,400	3,567,800	1,656,900	7.7%
46 - CHARGES SERV-INTRGOV	3,520,500	3,088,400	3,172,500	3,203,600	3,435,200	871,700	3.6%
48 - MISC REVENUE	<u>1,476,900</u>	<u>1,205,800</u>	<u>1,205,000</u>	<u>1,115,700</u>	<u>1,022,600</u>	<u>(257,100)</u>	<u>-0.3%</u>
	54,491,600	54,265,200	55,253,600	57,357,400	58,594,600	14,158,300	3.1%

2017 Operating Budget

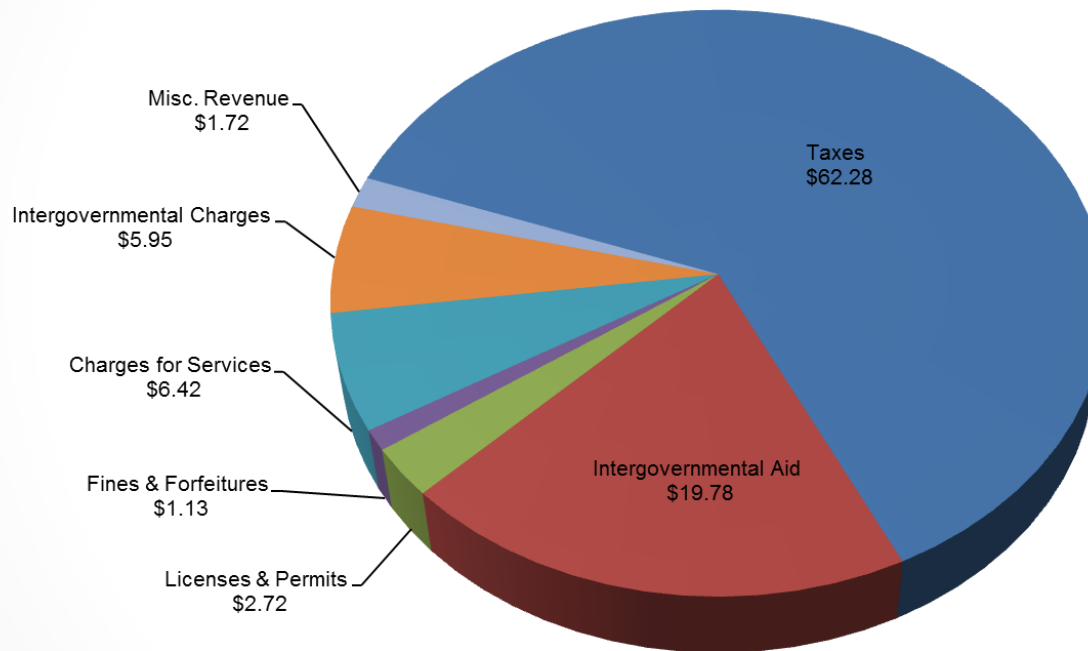
Operating Expenditures/\$100 in Taxes



- Is this the right mix?

2017 Operating Budget

Revenue Sources/\$100 in Expenditures



- Is this the right mix?

2017 Operating Budget

Guiding Principles



- Expenditures should be consistent with the vision, values, goals, & objectives of the Strategic Plan.
- Use ongoing revenues to support ongoing expenses – do not use onetime funds for ongoing expenses
- Employees are our greatest asset and should be supported with competitive wages, adequate training and appropriate equipment.

2017 Operating Budget

Guiding Principles



- Invest in technology when it improves efficiency, lowers operating costs or improves service quality
- Recognizing that the City Manager and Finance Director have not received or analyzed any department requests for service modifications or increases in operating costs, are there any service modifications or priorities Council would like considered.

2017 Operating Budget

Base Budget Changes



- These represent anticipated changes for the 2017 operating budget from the 2016 Adopted Budget

2017 Operating Budget

Base Budget Changes



	<u>Proposed</u>	<u>% of Budget</u>
Revenue Changes:		
PILOTs	35,000	0.13%
Special Assessments	235,000	0.89%
Parking Fines	(125,000)	-0.48%
Fire/Rescue Fees	125,000	0.48%
Charges for Intergovernmental Services	30,000	0.11%
Interest Income	60,000	0.23%
Other Revenue Changes	<u>8,000</u>	<u>0.03%</u>
Subtotal for Revenue Changes	368,000	1.40%

2017 Operating Budget

Base Budget Changes



Expenditure Changes:

Wages and Wage Driven Fringes		
Cost of Living Adjustment (1/1 - 1%; 7/1 - 1%)	405,000	0.81%
Step Increases	235,000	0.47%
WRS	333,000	0.66%
Health Insurance		
Premium Increase	95,000	0.19%
Increase in Employee co-pay	(75,000)	-0.15%
Retiree Health Insurance	100,000	0.20%
Transit Subsidy	50,000	0.10%
Elections	(264,000)	-0.53%
CMF Rental Rates (3%)	97,000	0.19%
Utility Increases	20,000	0.04%
Move Fire Repairs to Operating Budget	25,000	0.05%
Eliminate One-time Service Modifications (2016)	(55,000)	-0.11%
Other Expenditure Changes	25,000	0.05%
Subtotal for Expenditure Changes	991,000	1.97%
Surplus (Deficit) without Levy Increase	(623,000)	
Levy Increase for Operations	428,000	1.50%
Surplus (Deficit)	(195,000)	

2017 Operating Budget

Base Budget Changes



- We anticipate increasing the General Fund tax levy for operations by approximately \$428,000, would Council like something different?
- Are there any service modifications or priorities Council would like considered for inclusion in the 2017 Budget?

2017 Operating Budget

Budget Calendar



- June 28th –Operating Budget Work Session (setting parameters)
- July 18th –Operating Budget Kick-Off Meeting
- July 19th – August 5th – Departments prepare operating budget service modifications
- August 5th – September 2nd – City Manager reviews department's budget requests
- September 3rd – October 5th – Finance prepares operating budget

2017 Operating Budget

Budget Calendar



- October 6th – City Council receives 2017 Operating Budget/Work Session
- October 11th – City Council Work Session
- October 18th – City Council Work Session
- October 25th – City Council Work Session
- November 7th – Public Hearing on 2017 Operating Budget
- November 8th – City Council adopts 2017 Operating Budget
- November 22nd – City Council adopts levy